

JOHNSON UTILITIES, L.L.C.

5230 East Shea Boulevard, Suite 200 * Scottsdale, Arizona 8
PH: (480) 998-3300; FAX: (480) 483-7908



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May 29, 2015

AZ CORP COMMISSION
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Arizona Corporation Commission
DOCKETED

MAY 29 2015

Mr. Brian Bozzo, Compliance
Utilities Division
Arizona Corporation Commission
1200 W Washington Street
Phoenix, Arizona 85007

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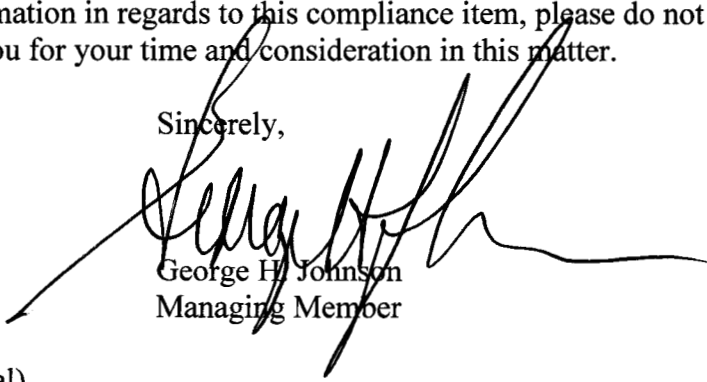
Re: Johnson Utilities, LLC
Decision No. 74695
Docket No. WS-02987A-08-0180
Requirement to File a Yearly Earnings Report for 2014

Dear Mr. Bozzo:

Johnson Utilities hereby submits **Attachment 1** to comply with the order to file a yearly earnings report for 2014. As required, the information has been entered on the forms of schedules that were attached as Exhibit A to the Proposed Settlement Agreement.

If you need any additional information in regards to this compliance item, please do not hesitate to contact me. Thank you for your time and consideration in this matter.

Sincerely,


George H. Johnson
Managing Member

cc: Docket Control (13 + original)

Attachment 1

Johnson Utilities - WW Division

SCHEDULE NO. 1

Rate Base December 31, 2014

Docket No. WS-02987A-08-0180RATE BASE

1	PLANT		
2	Plant in Service (Excluding CWIP)	\$ 150,984,792	
3	Less: Accumulated Depreciation	(41,358,897)	
4	Net Plant		\$ 109,625,895
5			
6	DEDUCTIONS		
7	Advances in Aid of Construction	(67,793,221)	
8			
9	Contributions in Aid of Construction ("CIAC")	(53,335,947)	
10	Accumulated Depreciation of CIAC	14,049,892	
11	Net CIAC	(39,286,055)	
12			
13	Customer Meter Deposit	-	
14			
15	Customer Security Deposits	-	
16			
17	Accumulated Deferred Income Taxes ("ADIT")	-	
18			
19			
20	ADDITIONS		
21	Deferred Regulatory Assets (Liabilities)	-	
22			
23	Allowance for Working Capital	-	
24			\$ (107,079,276)
25	Net Additions and Deductions		
26			
27	TOTAL RATE BASE		\$ 2,546,619
28			
29			
30			
31	RATE OF RETURN		
32	Fair Value Rate Base - Ln 27 Above	2,546,619	
33			
34	Operating Income - Schedule 3 Ln 30	(216,864)	
35			
36	Current Rate of Return Ln 34 / Ln 32	NM	
37			
38	Approved Rate of Return - Last Rate Case	8.00%	
39			
40	Number of Customers - Last Rate Case	18,700	
41			
42	Number of Customers - This Filing	32,951	

WW DIVISION BALANCE SHEET

1	<u>CURRENT AND ACCRUED ASSETS</u>		
2	Cash	\$ 5,589,660	
3	Working Funds	-	
4	Temporary Cash Investments	-	
5	Customer Accounts Receivable	1,738,031	
6	Notes/Receivables from Associated Companies	-	
7	Plant Materials and Supplies	-	
8	Prepayments	25,312	
	Miscellaneous Current / Accrued Assets	187,482	
9	Total Current and Accrued Assets		\$ 7,540,485
10			
11	<u>FIXED ASSETS</u>		
12	Utility Plant In Service	150,984,792	
13	Property Held for Future Use	-	
14	Construction Work in Progress	837,375	
15	Accumulated Depreciation - Utility Plant	(41,358,897)	
16	Non-Utility Property	61,773	
17	Accumulated Depreciation - Non Utility	(8,632)	
18	Total Fixed Assets		\$ 110,516,411
19			
20	TOTAL ASSETS		\$ 118,056,896
21			
22	<u>CURRENT AND ACCRUED LIABILITIES</u>		
23	Accounts Payable	2,283,368	
24	Notes Payable (Current Portion)	-	
25	Notes / Accounts Payable to Assc Company	-	
26	Security Deposits	-	
27	Accrued Taxes	808,596	
28	Accrued Interest	-	
29	Miscellaneous Current / Accrued Liabilities	-	
30	Total Current Liabilities		\$ 3,091,964
31			
32	<u>LONG TERM DEBT</u>	300,000	
33			
34	<u>DEFERRED CREDITS</u>		
35	Unamortized Premium on Debt	-	
36	Advances in Aid of Construction	67,793,221	
37	Accumulated Deferred Tax Credits	-	
38	Contributions in Aid of Construction	53,335,947	
39	Less: Amortizations of Contributions	(14,049,892)	
40	Contributions in Aid of Construction - PHFU	-	
41	Accumulated Deferred Income Tax	-	
42	Total Deferred Credits		\$ 107,079,276
43			
44	TOTAL LIABILITIES		\$ 110,471,240
45			
46	<u>EQUITY</u>		
47	Common Stock Issued	-	
48	Paid in Capital in Excess of Par Value	-	
49	Retained Earnings	-	
50	Proprietary Capital (Partnerships)	7,585,656	
51	Total Equity		\$ 7,585,656
52			
53	TOTAL LIABILITIES AND EQUITY		\$ 118,056,896

Johnson Utilities - WW Division

SCHEDULE NO. 3

Operating Income 12 months ended December 31, 2014

Docket No. WS-02987A-08-0180

SCHEDULE OF INCOME1 OPERATING REVENUES

2	Metered Revenues	\$	500,175	
3	Annualized Revenues from 40-252 Tax Case		(96,572)	
4	Unmetered Flat Rate Revenue		15,627,798	
5	Other Water Revenues		1,020,617	
6	Total Operating Revenues			\$ 17,052,018

8 OPERATING EXPENSES

9	Salaries and Wages			
10	Purchased Water			
11	Purchased Power		699,081	
12	Sludge Removal		603,666	
13	Chemicals		183,852	
14	Repairs and Maintenance		338,522	
15	Office Supplies and Expense		-	
16	Outside Services		8,471,065	
17	Water Testing			
18	Rents		840,948	
19	Transportation Expenses		4,723	
20	Insurance Expense		73,698	
21	Reg. Commission Expense		-	
22	Bad Debt Expense		-	
23	Miscellaneous Expense		588,783	
24	Depreciation		4,790,874	
25	Taxes Other Than Income		3,852	
26	Property Taxes		700,321	
27	Income Tax (imputed)		(30,503)	

28				
29	Total Operating Expenses			17,268,883
30				
31	<u>OPERATING INCOME (LOSS)</u>			<u>(216,864)</u>

33 OTHER INCOME (LOSS)

34	Interest and Dividend Income		51,035	
35	Non-Utility Income		-	
36	Miscellaneous Non-Utility Income		(1,584)	
37	Interest Expense		(55,576)	
38	Total Other Income (Loss)			(6,125)

39				
40	<u>NET INCOME (LOSS)</u>			<u>(222,989)</u>

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